

FISCAL NOTE

Bill #:	HB0538	Title:	Revise laws on motor vehicle titling and registration
Primary Sponsor:	Rome, A	Status:	As Introduced

Fiscal Summary

	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
Expenditures:		
General Fund	\$0	\$0
Revenue:		
General Fund	\$25,118	\$50,235
State Special Revenue	\$20,932	\$41,864
Net Impact on General Fund Balance:	\$25,118	\$50,235

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	x	Significant Local Gov. Impact		x	Technical Concerns
	x	Included in the Executive Budget		x	Significant Long-Term Impacts
	x	Dedicated Revenue Form Attached		x	Needs to be included in HB 2

Fiscal Analysis

ASSUMPTIONS:

- HB 538 clarifies statutes implementing the improved business practices identified and recommended by the Legislature in 2001 (HB 577) authorizing phase one of the motor vehicle title business improvement project.
- Administrative expenditures for programming efforts and motor vehicle system titling improvements are contained within the HB 577 project budget.
- This bill will also standardize the lien filing fees for all motor vehicle titling transactions to \$8. The lien-filing fee will be distributed equally to the state general fund and the state special revenue account for the motor vehicle information technology project. The lien filing fees for boats, snowmobiles, and off-highway vehicles will increase from \$4 to \$8. This \$4 increase will be distributed to the state special revenue account generating approximately \$20,932 in FY 2004 and \$41,864 in FY 2005.
- Information is not available to estimate the general fund revenues generated by the \$25 daily penalty for failure of a secured party or lienholder to file the lien satisfaction within 15 days.
- This bill also standardizes the fee for duplicate title transactions. Approximately 2.9% (or 739) of the 25,487 duplicate title transactions processed in FY 2002 were for off-highway vehicles. Increasing the duplicate title fee from \$4 to \$5 will generate approximately \$370 in FY 2004 and \$739 in FY 2005 of general fund. In addition, increasing the duplicate title fees from \$3 to \$5 for all other duplicate title

transactions will generate approximately \$24,748 in FY 2004 and \$49,496 in FY 2005 for the state general fund.

FISCAL IMPACT:

	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
<u>Revenues:</u>		
General Fund (01)	\$25,118	\$50,235
State Special Revenue (02)	\$20,932	\$41,864
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
General Fund (01)	\$25,118	\$50,235
State Special Revenue (02)	\$20,932	\$41,864